

FORM 1

INDIVIDUAL ESTATE PROPERTY RECORD AND REPORT

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ASSET CASES

Case No: 21-10222 LMJ Judge: LENA M. JAMES
Case Name: ELECTRONIC DATA MAGNETICS, INC.

Trustee Name: EVERETT B. SASLOW, JR.

Date Filed (f) or Converted (c): 12/14/21 (c)

341(a) Meeting Date: 01/10/22

Claims Bar Date: 02/22/22

For Period Ending: 06/30/22

1	2	3	4	5	6	7	8
Asset Description (Scheduled and Unscheduled (u) Property)	Petition/ Unscheduled Values	Est Net Value (Value Determined by Trustee, Less Liens, Exemptions, and Other Costs)	Property Abandoned OA=554(a) DA=554(c)	Sale/Funds Received by the Estate	Asset Fully Administered (FA)/ Gross Value of Remaining Assets	Lien Amount	Exempt Amount
1. First Citizens Bank - General Account Checking 3355 No funds available at time of conversion to turn over to Chapter 7 Trustee	247.09	0.00	DA	0.00	FA	0.00	0.00
2. Truist Bank - ABL Collateral Reserve Checking 1088 Balance: \$0.00 No funds available at time of conversion to turn over to Chapter 7 Trustee	0.00	0.00	DA	0.00	FA	0.00	0.00
3. Triad Business Bank - PPP Checking 9132 Balance: \$86,203.69 No funds available at time of conversion to turn over to Chapter 7 Trustee	86,203.69	0.00	DA	0.00	FA	0.00	0.00
4. Truist Bank - 401k Checking 1591 Balance: \$66.07 No funds available at time of conversion to turn over to Chapter 7 Trustee	66.07	0.00	DA	0.00	FA	0.00	0.00
5. Truist Bank - Label America Checking 2796 Balance: \$11,273.67 No funds available at time of conversion to turn over to Chapter 7 Trustee	11,273.67	0.00	DA	0.00	FA	0.00	0.00

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6. Truist Bank - Operating Account Checking 1124 Balance: \$870.80 No funds available at time of conversion to turn over to Chapter 7 Trustee	870.80	0.00	DA	0.00	FA	0.00	0.00
7. Truist Bank - Payroll Checking 1583 Balance: \$14,756.04 No funds available at time of conversion to turn over to Chapter 7 Trustee	14,756.04	0.00	DA	0.00	FA	0.00	0.00
8. Truist Bank - SBA Collateral Reserve Checking 4917 Balance: \$0.00 No funds available at time of conversion to turn over to Chapter 7 Trustee	0.00	0.00	DA	0.00	FA	0.00	0.00
9. Truist Bank - Money Market Money Market 6241 Balance: \$30.88 No funds available at time of conversion to turn over to Chapter 7 Trustee	0.00	0.00	DA	0.00	FA	0.00	0.00
10. Accounts Receivable 90 days old or less Sold to Paragon Group Limited on 9/20/2021; See Sale	473,833.11	0.00	DA	0.00	FA	0.00	0.00

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Order entered 9/17/21 Doc 189 and Report of Sale Doc 199							
11. Raw Materials See Schedule A/B Part 5, Question 19 Attachment 4/3/2021 Cost Sold to Paragon Group Limited on 9/20/2021; See Sale Order entered 9/17/21 Doc 189 and Report of Sale Doc 199	1,071,298.61	0.00	DA	0.00	FA	3,758,000.00	0.00
12. Finished Goods See Schedule A/B Part 5, Question 21 Attachment 4/3/21 Cost Sold to Paragon Group Limited on 9/20/2021; See Sale Order entered 9/17/21 Doc 189 and Report of Sale Doc 199	998,171.03	0.00	DA	0.00	FA	3,758,000.00	0.00
13. Other inventory or supplies See Schedule A/B Part 5, Question 22 Attachment 4/3/2021 Cost Sold to Paragon Group Limited on 9/20/2021; See Sale Order entered 9/17/21 Doc 189 and Report of Sale Doc 199	146,732.29	0.00	DA	0.00	FA	3,758,000.00	0.00
14. Office Furniture Cost	175,425.00	0.00	DA	0.00	FA	3,758,000.00	0.00

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Sold to Paragon Group Limited on 9/20/2021; See Sale Order entered 9/17/21 Doc 189 and Report of Sale Doc 199							
15. Office Equipment Including all computer equipment and communication systems equipment and software See Schedule A/B Part 7, Question 39 Attachment Cost Sold to Paragon Group Limited on 9/20/2021; See Sale Order entered 9/17/21 Doc 189 and Report of Sale Doc 199	315,270.00	0.00	DA	0.00	FA	3,758,000.00	0.00
16. 1999 GMC C-Series (u) VIN 1GDK7H1C1XJ505508 Sold to Paragon Group Limited on 9/20/2021; See Sale Order entered 9/17/21 Doc 189 and Report of Sale Doc 199	Unknown	0.00	DA	0.00	FA	0.00	0.00
17. 2002 Ford F150 (u) VIN 1FTRX17202NA98405 Sold to Paragon Group Limited on 9/20/2021; See Sale Order entered 9/17/21 Doc 189 and Report of Sale Doc 199	Unknown	0.00	DA	0.00	FA	0.00	0.00
18. 1996 Ford Explorer (u) VIN 1FMDU34X1TUA57878 Sold to Paragon Group Limited on 9/20/2021; See Sale Order entered 9/17/21 Doc 189 and Report of Sale Doc	Unknown	0.00	DA	0.00	FA	0.00	0.00

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199							
19. Other machinery, fixtures, and equipment Excluding farm machinery and equipment See Schedule A/B Part 8, Question 50 Attachment Cost Sold to Paragon Group Limited on 9/20/2021; See Sale Order entered 9/17/21 Doc 189 and Report of Sale Doc 199	9,063,515.92	0.00	DA	0.00	FA	3,758,000.00	0.00
20. Leased Property - 210 Old Thomasville Road (u) High Point, NC 27260 Leasehold No value to bankruptcy estate found by Chapter 7 trustee in this asset.	0.00	0.00	DA	0.00	FA	0.00	0.00
21. Leased Property - 2500 Sinclair Avenue (u) High Point, NC 27260 Leasehold No value to bankruptcy estate found by Chapter 7 trustee in this asset.	0.00	0.00	DA	0.00	FA	0.00	0.00
22. Leased Property - 2506 Sinclair Avenue (u) High Point, NC 27260 Leasehold No value to bankruptcy estate found by Chapter 7 trustee in this asset.	0.00	0.00	DA	0.00	FA	0.00	0.00

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23. U.S. Patent No. 9, 242, 436 (u) Transaction cards and system Sold to Paragon Group Limited on 9/20/2021; See Sale Order entered 9/17/21 Doc 189 and Report of Sale Doc 199	Unknown	0.00	DA	0.00	FA	3,758,000.00	0.00
24. Electronic Data Magnetics, Inc. and Label America (u) Websites Sold to Paragon Group Limited on 9/20/2021; See Sale Order entered 9/17/21 Doc 189 and Report of Sale Doc 199	Unknown	0.00	DA	0.00	FA	3,758,000.00	0.00
25. Slurry License (u) Sold to Paragon Group Limited on 9/20/2021; See Sale Order entered 9/17/21 Doc 189 and Report of Sale Doc 199	Unknown	0.00	DA	0.00	FA	3,758,000.00	0.00
26. Customer lists, mailings lists (u) Sold to Paragon Group Limited on 9/20/2021; See Sale Order entered 9/17/21 Doc 189 and Report of Sale Doc 199	Unknown	0.00	DA	0.00	FA	3,758,000.00	0.00
27. Goodwill (u) Sold to Paragon Group Limited on 9/20/2021; See Sale Order entered 9/17/21 Doc 189 and Report of Sale Doc 199	Unknown	0.00	DA	0.00	FA	0.00	0.00
28. ERC Refund	378,544.00	378,544.00		0.00	378,544.00	0.00	0.00

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Tax year 2020							
29. Net Operating Loss Carryback Refund Tax year 2019	96,694.00	96,694.00		0.00	96,694.00	0.00	0.00
30. Net Operating Loss Carryback Refund Tax year 2018	325,817.00	325,817.00		0.00	325,817.00	0.00	0.00
31. IRS Income Tax Refund Tax year 2020	22,986.00	22,986.00		0.00	22,986.00	0.00	0.00
32. R&D Credit Carryforward Tax year 2019	93,000.00	93,000.00		0.00	93,000.00	0.00	0.00
33. Sale Order Carve Out (u)	Unknown	78,353.29		78,353.29	FA	0.00	0.00
34. Sale Order Taxes not due (u)	Unknown	2,467.27		2,467.27	FA	0.00	0.00
35. DIP Loan Account (u)	Unknown	0.00		13,204.07	0.00	0.00	0.00
36. Customer Prepayment Account (u)	Unknown	0.00		81,458.79	0.00	0.00	0.00
37. WC Insurance Policy with Accident Fund (u) Premium refund after audit	Unknown	0.00		20,580.40	FA	0.00	0.00
38. DIP Lender Carve Out (u)	Unknown	100,000.00		0.00	100,000.00	0.00	0.00

Gross Value of Remaining Assets

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TOTALS (Excluding Unknown Values)	\$13,274,704.32	\$1,097,861.56		\$196,063.82	\$1,017,041.00	\$37,580,000.00	\$0.00
(Total Dollar Amount in Column 6)							

Major activities affecting case closing which are not reflected above, and matters pending, date of hearing or sale, and other action:

2nd Interim Quarterly Report.

During the next calendar quarter, the Trustee intends to work on trying to collect tax refunds.

1st Interim Quarterly Report.

During the next calendar quarter, the Trustee intends to work on tax returns and to collect on tax refunds.

Initial Projected Date of Final Report (TFR): 12/31/23

Current Projected Date of Final Report (TFR): 12/31/23

/s/ EVERETT B. SASLOW, JR.

Date: 07/13/22

EVERETT B. SASLOW, JR.
HILL EVANS JORDAN & BEATTY, PLLC
POST OFFICE BOX 989
GREENSBORO, NC 27402
Phone: (336) 379-1390
Email: saslow@hillevans.com
Bar Number: 7301

EXHIBIT B (Form 2)

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ESTATE CASH RECEIPTS AND DISBURSEMENTS RECORD

Case No: 21-10222 -LMJ
Case Name: ELECTRONIC DATA MAGNETICS, INC.

Trustee Name: EVERETT B. SASLOW, JR.
Bank Name: Axos Bank
Account Number / CD #: *****5576 Checking Account (Non-Interest Earn

Taxpayer ID No: *****4841

For Period Ending: 06/30/22

Blanket Bond (per case limit): \$ 1,000,000.00

Separate Bond (if applicable):

1	2	3	4		5	6	7
Transaction Date	Check or Reference	Paid To / Received From	Description Of Transaction	Uniform Trans. Code	Deposits (\$)	Disbursements (\$)	Account / CD Balance (\$)
			BALANCE FORWARD				0.00
C 01/06/22	33, 34	Waldrep Wall Babcock & Bailey, PLLC 1076 West Fourth Street Winston-Salem, NC 27101	Remaning balance debtor's attorneys	1229-000	80,820.56		80,820.56
C 01/06/22	35	Truist	Remaining balance in Truist Bank ac	1229-000	13,204.07		94,024.63
C 01/06/22	36	Truist	Remaining balance in Truist Bank ac	1229-000	81,458.79		175,483.42
C 01/13/22	37	AF Group PO Box 40790 Lansing, MI 48901-7990	Unearned insurance premium determin	1229-000	20,580.40		196,063.82
C 02/01/22		Axos Bank	BANK SERVICE FEE	2600-000		169.45	195,894.37
C 03/01/22		Axos Bank	BANK SERVICE FEE	2600-000		195.36	195,699.01
C 03/23/22	002001	International Sureties, Ltd. Suite 420 701 Poydras St. New Orleans, LA 70139	Prorated premium Chapter 7 blanket bond #016036434	2300-000		138.79	195,560.22
C 04/01/22		Axos Bank	BANK SERVICE FEE	2600-000		216.07	195,344.15
C 05/02/22		Axos Bank	BANK SERVICE FEE	2600-000		208.72	195,135.43
C 06/01/22		Axos Bank	BANK SERVICE FEE	2600-000		215.46	194,919.97

EXHIBIT B (Form 2)

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Trustee Name: EVERETT B. SASLOW, JR.
Bank Name: Axos Bank
Account Number / CD #: *****5576 Checking Account (Non-Interest Earn

Taxpayer ID No: *****4841

For Period Ending: 06/30/22

Blanket Bond (per case limit): \$ 1,000,000.00

Separate Bond (if applicable):

1	2	3	4		5	6	7
Transaction Date	Check or Reference	Paid To / Received From	Description Of Transaction	Uniform Trans. Code	Deposits (\$)	Disbursements (\$)	Account / CD Balance (\$)

* Reversed
t Funds Transfer
C Bank Cleared

Account *****5576	Balance Forward	0.00			
4	Deposits	196,063.82	1	Checks	138.79
0	Interest Postings	0.00	5	Adjustments Out	1,005.06
			0	Transfers Out	0.00
	Subtotal	\$ 196,063.82		Total	\$ 1,143.85
0	Adjustments In	0.00			
0	Transfers In	0.00			
	Total	\$ 196,063.82			

Trustee's Signature: /s/ EVERETT B. SASLOW, JR. Date: 07/13/22

EVERETT B. SASLOW, JR.
HILL EVANS JORDAN & BEATTY, PLLC
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Bank Name: Axos Bank
Account Number / CD #: *****5576 Checking Account (Non-Interest Earn

Taxpayer ID No: *****4841
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Blanket Bond (per case limit): \$ 1,000,000.00
Separate Bond (if applicable):

1	2	3	4		5	6	7
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Bar Number: 7301